

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 381 - SB 391

February 23, 2019

SUMMARY OF BILL: Authorizes utility districts and utility authorities to utilize a request for proposal (RFP) process for certain contracts.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Under current law, Tenn. Code Ann. § 7-82-801, utility districts conduct purchasing of certain goods through competitive bidding based on policies adopted by their governing boards. Such policies require public advertisements in certain circumstances.
- The proposed language would authorize the use of an RFP process when contracting for construction management agent services and construction work associated with local projects or additions to existing buildings. Any RFP is required to be conducted through advertisement.
- It is reasonably estimated that any RFP which would need to be advertised under the provisions of this legislation would have otherwise been advertised under the current policies of utility districts; therefore any fiscal impact to local government is estimated to be not significant.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

- Authorizing utility districts and utility authorities to utilize an RFP process for certain contracts is not estimated to result in a greater number of contracts awarded to private business. The proposed language will not result in any significant impact to jobs or commerce in Tennessee.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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